

115 Jackson Energy Lane PO Box 307, McKee, Kentucky 40447 Telephone (606) 364-1000 • Fax (606) 364-1007 FEB 1.7 2005 COMMERICAL

February 17, 2005

Mr. Richard Raff Public Service Commission 211 Sower Boulevard Post Office Box 615 Frankfort, Kentucky 40602-0615

Sent via mail and facsimile to (502) 564-3460

Case File 2004-00419 Re:

Mr. Raff:

As you know the PSC's intra-agency memorandum, dated February 15, 2005, memorialized the agreement with Jackson Energy to provide the commission staff with a written statement describing all remedial actions we have taken in response to the incident referenced. Please allow this correspondence to serve as the requested statement.

In response to the incident referenced in which Mr. Bowles of Jackson Energy sustained injury, Jackson Energy has implemented the following remedial actions:

- 1. Jackson Energy has committed to purchasing insulated tools to replace the current uninsulated tools whenever and wherever possible;
- 2. Jackson Energy has agreed to adopt a revision to its Administrative Policy No. A-506, an addendum to its safety manual, indicating that there is a reciprocal responsibility on both employees and supervisors of Jackson Energy to report safety violations whenever they are observed; and
- 3. Jackson Energy has agreed to the revision of its policies referred to in the preceding paragraph, and has furthermore agreed to payment of a civil fine of \$1,500.00, as will be more fully laid out in the stipulation and settlement agreement.

02/17/2003 15:57

Thank you for your consideration in this matter and please let me know if anything further is required of Jackson Energy at this time.

Sincerely,

JACKSON ENERGY COOPERATIVE

Donald Schaefer
Donald Schaefer

President and CEO